# State of Alaska FY2008 Governor's Operating Budget

Department of Health and Social Services
Hearings and Appeals
Component Budget Summary

## **Component: Hearings and Appeals**

## **Contribution to Department's Mission**

The Office of Hearings and Appeals provides statutorily required hearings for health care facility appeals of Medicaid payment rates, as well as client appeals of Medicaid and Public Assistance.

#### **Core Services**

Health care facility appeals of Medicaid payment rates and audit findings are formal hearings governed by the Administrative Procedure Act, AS 44.62.990 et seq. These hearings are conducted by a hearing examiner with the qualifications specified in AS 44.62.350, "unbiased, impartial, experienced in general practice of law, and admitted to practice law for at least two years immediately preceding appointment." After receiving the evidence and arguments, the hearing examiner prepares a proposed decision for submission to the Commissioner. The Commissioner's decision is the final administrative action and may be appealed to state Superior Court.

Client appeals of actions by the Division of Public Assistance and the Division of Health Care Services are adjudicated in fair hearings mandated by a number of federal and state regulations. A fair hearing may be requested concerning one or more of the following programs: Adult Public Assistance, Temporary Assistance to Needy Families (TANF), Food Stamps, Medicaid, General Relief, Energy Assistance, Job Opportunities and Basic Skills Training Program, and the Employment and Training Program. The fair hearing is an informal proceeding adjudicated by a hearing officer classified as a Public Assistance Program Officer. The hearing officer's decision may be appealed by the client to the Division Director. The Director's decision is the final administrative action and is subject to appeal to the Superior Court.

The Office is now assigned to hear the following additional types of appeals:

Appeals from adults that are denied employment, volunteer opportunities or residence in child care facilities pursuant to 4 AAC 62.210, titled "Qualifications and responsibilities of individuals having contact with children in a child care facility."

Appeals from providers or applicants denied participation in the child care assistance program pursuant to 4 AAC 65.185, titled "Health and safety requirements for approved providers."

Appeals of Medicaid providers on audit findings issued pursuant to AS 47.05.200, titled "Annual audits."

Food Stamp Intentional Program Violation hearings pursuant to 7 CFR 273.16, titled "Disqualification for intentional Program violation."

Appeals from applicants that are denied certification as Emergency Medical Technicians pursuant to 7 AAC 26.950, titled "Grounds to suspend, revoke, or deny certification or recertification." In addition, Emergency Medical Technicians denied recertification or whose certification is suspended or revoked pursuant to that same regulatory provision.

FY2008 Resources Allocated to Achieve Results				
FY2008 Component Budget: \$839,100	Personnel: Full time	4		
, -	Part time	1		
	Total	5		

#### **Key Component Challenges**

Continue to provide quality and impartial hearings and decisions despite an increase in fair hearing requests and the pending retirement of the two most senior hearing officers in 2007.

#### Significant Changes in Results to be Delivered in FY2008

There are no changes to the level of services provided.

#### **Major Component Accomplishments in 2006**

The Office received 741 requests for fair hearings, held 175 hearings and issued 132 fair hearing decisions. The Office held 1 facility rate appeal hearing and 1 Medicaid annual audit appeal hearing. The Office also received 18 Food Stamp Intentional Program Violation hearing requests, held 10 of these hearings and issued 8 decisions.

#### Statutory and Regulatory Authority

Alaska Statutes:

AS 18.08.080 Emergency Medical Services

AS 47.05.200 Annual audits

AS 47.07 Medical Assistance for Needy Persons

AS 47.08 Assistance for Catastrophic Illness and Chronic or Acute Medical Conditions

AS 47.25.001-.095 Day Care Assistance and Child Care Grants

AS 47.25.120 -.300 General Relief Assistance

AS 47.25.430 -.615 Adult Public Assistance

AS 47.25.975 - .990 Food Stamp Program

AS 47.27 Alaska Temporary Assistance Program

Social Security Act:

Title XVII Medicare

Title XIX Medicaid

Title XXI Children's Health Insurance Program

Alaska Administrative Code

7 AAC 26.950-960 Emergency Medical Technicians - Grounds to suspend, revoke, or deny certification or recertification

7 AAC 43 Medicaid

7 AAC 48 Chronic and Acute Medical Assistance

Code of Federal Regulations:

Title 42 CFR Part 400 to End

Title 45 CFR Part 200 to End

Title 7 CFR Part 270 to End

Title 7 CFR Part 273.15

Title 7 CFR Part 273.16

#### **Contact Information**

Contact: Janet Clarke, Assistant Commissioner

**Phone:** (907) 465-1630 **Fax:** (907) 465-2499

E-mail: janet\_clarke@health.state.ak.us

Hearings and Appeals Component Financial Summary						
			ollars shown in thousands			
	FY2006 Actuals	FY2007	FY2008 Governor			
	Mar	agement Plan				
Non-Formula Program:						
Component Expenditures:						
71000 Personal Services	412.2	485.7	554.3			
72000 Travel	5.4	10.7	10.7			
73000 Services	48.8	204.7	264.7			
74000 Commodities	8.4	9.4	9.4			
75000 Capital Outlay	0.0	0.0	0.0			
77000 Grants, Benefits	0.0	0.0	0.0			
78000 Miscellaneous	0.0	0.0	0.0			
Expenditure Totals	474.8	710.5	839.1			
Funding Sources:						
1002 Federal Receipts	102.6	136.4	174.7			
1003 General Fund Match	361.7	563.6	623.9			
1004 General Fund Receipts	10.5	10.5	40.5			
Funding Totals	474.8	710.5	839.1			

Estimated Revenue Collections					
Description	Master Revenue Account	FY2006 Actuals	FY2007 Manageme nt Plan	FY2008 Governor	
Unrestricted Revenues					
None.		0.0	0.0	0.0	
Unrestricted Total		0.0	0.0	0.0	
Restricted Revenues					
Federal Receipts	51010	102.6	136.4	174.7	
Restricted Total		102.6	136.4	174.7	
Total Estimated		102.6	136.4	174.7	
Revenues					

# Summary of Component Budget Changes From FY2007 Management Plan to FY2008 Governor

All dollars shown in thousands

	<b>General Funds</b>	Federal Funds	Other Funds	Total Funds
FY2007 Management Plan	574.1	136.4	0.0	710.5
Adjustments which will continue current level of service:				
-Transfer Funding for Hearings and Appeals Leased Space from	30.0	30.0	0.0	60.0
Medical Assistance Administration -FY 08 Health Insurance Increases for Exempt Employees	0.1	0.0	0.0	0.1
Proposed budget increases: -FY 08 Retirement Systems Rate Increases	60.2	8.3	0.0	68.5
FY2008 Governor	664.4	174.7	0.0	839.1

Hearings and Appeals Personal Services Information					
Authorized Positions Personal Services Costs			osts		
	FY2007				
	<u>Management</u>	FY2008			
	<u>Plan</u>	Governor	Annual Salaries	321,739	
Full-time	4	4	Premium Pay	501	
Part-time	1	1	Annual Benefits	235,945	
Nonpermanent	0	0	Less 0.70% Vacancy Factor	(3,885)	
			Lump Sum Premium Pay	Ó	
Totals	5	5	Total Personal Services	554,300	

Position Classification Summary						
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total	
Hearing Examiner	1	0	0	0	1	
Hearing Officer	1	0	0	0	1	
Law Office Assistant I	1	0	0	0	1	
Public Asst Prog Off	2	0	0	0	2	
Totals	5	0	0	0	5	